



ILLINOIS STATE BOARD OF INVESTMENT

180 North LaSalle Street, Suite 2015
Chicago, Illinois 60601
(312) 793-5718

Announcing Investment Changes to the State of Illinois Deferred Compensation Plan

In its effort to help you prepare for a more financially secure retirement, the Illinois State Board of Investment ("ISBI") is making changes to its existing 457 investment option lineup.

New investment options available August 3, 2010

Effective **August 3, 2010**, ISBI is adding the following investment options to its Plan lineup:

- ✓ Lord Abbett Large Cap Core Strategy Separate Account*
- ✓ T. Rowe Price Bond Trust I*
- ✓ William Blair International Small Cap Growth Fund, I (WISIX)

For more information on these investments, visit the **myRetirementPlan** Web site at **rps.troweprice.com**. You may view information online, such as performance data and expense ratios, as well as download a fund fact sheet on these investments.

*Reminder about separate accounts and common trusts

Mutual funds, common trusts, and separate accounts are pooled investment vehicles that pursue specific financial goals by investing in various types of securities, including stocks, bonds, and short-term investments.

Common trusts and separate accounts, however, cannot be sold to the general investing public. While there are different types of common trusts and separate accounts, the laws under which they are organized allow only employer-sponsored retirement plans to invest in them. This generally includes 401(k) plans, qualified defined benefit plans, and most governmental and church plans.

Fees for common trusts and separate accounts are generally lower than those charged for mutual funds and can differ between retirement plans. There are several reasons for the lower fees, including the fact that they are not traded publicly and are only available to qualified retirement plans.

Investments closing as of August 2, 2010

On **August 2, 2010**, ISBI is closing the following two investments:

- ✓ Legg Mason Value Trust Fund (LMVFX)
- ✓ T. Rowe Price New Income Fund (PRCIX)

Your assets in and future contributions allocated to the closing investments will map according to the chart below. **No action is required on your part.**

Existing assets and future contributions allocated to the...	...will automatically be mapped to and invested in the...
Legg Mason Value Trust Fund (LMVFX)	Lord Abbett Large Cap Core Strategy Separate Account
T. Rowe Price New Income Fund (PRCIX)	T. Rowe Price Bond Trust I

(over, please)

If you do not want your future contributions and assets in the closing investments to be mapped to the new investment options, you must change your election for future contributions and/or make an investment exchange to another investment option prior to **Thursday, July 29, 2010, at 4 p.m. eastern time.**

What will happen

To ensure a smooth and accurate transition, it will be necessary to suspend activity in the closing investments for a short period of time.

At **4 p.m. eastern time on Thursday, July 29, 2010**, you will no longer be able to direct any new contributions or exchange any existing assets into the closing funds. Unless you make a change to your election for future contributions and/or make an investment exchange to another investment option prior to **Thursday, July 29, 2010, 4 p.m. eastern time**, any portion of your future contributions and any existing balance that you have invested in these funds will automatically transfer to the new investments as shown in the previous chart. The transfer will occur on **Monday, August 2, 2010**. The funds will be available for investment beginning on **Tuesday, August 3, 2010**.

Take another look at your investment choices

With new investment options available, it's a good time to review your investment allocation. Visit the **myRetirementPlan** Web site at **rps.troweprice.com** to see a full listing of the Plan's investment lineup.

Call 1-888-457-5770 to request a prospectus, which includes investment objectives, risks, fees, expenses, and other information that you should read and consider carefully before investing.

Making changes to your account

To get investment information or make changes to your account, visit the **myRetirementPlan** Web site at **rps.troweprice.com**. If you need personal assistance, call T. Rowe Price at **1-888-457-5770**. Representatives are available during business days between 7 a.m. and 10 p.m. eastern time.